

HIGH INCOME RETURNS
BY INCOME LEVEL and AVERAGE TAX RATE
Tax Year 2006

Income Levels	Number of Returns		Total Tax Liability (Thousands)	Average Tax Rate' ⁴						
	Non-Taxable	Taxable		Less Than 1.0%	1.0% to 1.9%	2.0% to 2.9%	3.0% to 4.9%	5.0% to 6.9%	7.0% to 8.9%	9.0% and Above ⁵
I: Adjusted Gross Income (AGI)										
Under \$ 50,000	5,237,433	3,916,911	\$ 1,735,639	7,255,001	924,662	567,694	401,913	2,578	1,407	1,088
50,000 to 100,000	320,391	2,804,468	5,485,178	852,811	673,922	536,292	683,754	376,643	1,303	135
100,000 to 200,000	13,420	1,508,319	8,632,070	55,348	103,599	221,512	693,996	379,889	67,241	155
200,000 and over	1,817	579,914	29,863,019	4,716	3,427	5,930	56,329	250,976	228,895	31,458
Total	5,573,062	8,809,613	\$ 45,715,906	\$ 8,167,876	\$ 1,705,609	\$ 1,331,428	\$ 1,835,993	\$ 1,010,086	\$ 298,846	\$ 32,836
II: AGI Plus Tax Preference Income ¹										
Under \$ 50,000	5,237,401	3,916,910	\$ 1,735,758	7,254,970	924,662	567,694	401,913	2,578	1,408	1,086
50,000 to 100,000	320,644	2,804,395	5,483,858	853,074	673,922	536,292	683,754	376,641	1,303	53
100,000 to 200,000	13,207	1,508,310	8,632,181	55,126	103,589	221,521	693,986	379,893	67,247	155
200,000 and over	1,810	579,997	29,864,109	4,710	3,429	5,968	56,538	251,145	228,637	31,380
Total	5,573,062	8,809,613	\$ 45,715,906	\$ 8,167,880	\$ 1,705,601	\$ 1,331,475	\$ 1,836,191	\$ 1,010,256	\$ 298,596	\$ 32,675
III: AGI Less Investment Interest ²										
Under \$ 50,000	5,239,377	3,917,576	\$ 1,736,257	7,257,252	924,970	567,741	401,914	2,578	1,407	1,090
50,000 to 100,000	319,363	2,805,478	5,489,285	851,268	673,612	537,269	683,473	377,630	1,444	145
100,000 to 200,000	12,736	1,509,103	8,647,837	54,552	103,129	221,324	693,404	381,333	67,939	157
200,000 and over	1,586	577,456	29,842,527	4,245	3,023	5,428	54,188	248,492	230,442	33,224
Total	5,573,062	8,809,613	\$ 45,715,906	\$ 8,167,316	\$ 1,704,734	\$ 1,331,763	\$ 1,832,979	\$ 1,010,033	\$ 301,233	\$ 34,616
IV: Expanded Income ³										
Under \$ 50,000	5,239,348	3,917,573	\$ 1,736,368	7,257,223	924,970	567,741	401,914	2,578	1,408	1,086
50,000 to 100,000	319,615	2,805,407	5,487,972	851,530	673,612	537,269	683,473	377,630	1,444	63
100,000 to 200,000	12,518	1,509,098	8,647,880	54,326	103,129	221,350	693,387	381,319	67,947	157
200,000 and over	1,581	577,535	29,843,686	4,241	3,014	5,470	54,369	248,665	230,217	33,140
Total	5,573,062	8,809,613	\$ 45,715,906	\$ 8,167,319	\$ 1,704,725	\$ 1,331,830	\$ 1,833,144	\$ 1,010,192	\$ 301,017	\$ 34,447

1 Tax preference income is reported on FTB Schedule P and includes: excluded portion of capital gains, accelerated depreciation in excess of straight line, excess depletion, and several other statutory amounts.

2 Interest paid on borrowed money used for capital investments other than mortgages.

3 Expanded income is adjusted gross income plus tax preference income less investment expenses.

4 Average tax rate is the net tax divided by the income, as defined in the income concept.

5 These returns with an average tax rate equal to or greater than 9 percent of the income concept used have either alternative minimum tax or the tax on accumulation distributions. See Revenue and Taxation Code Section 17062-17066 for alternative minimum tax or Sections 17731-17839 for rules relating to estates, trusts, beneficiaries, and decedents.

HIGH INCOME RETURNS
BY INCOME LEVEL TYPE and AVERAGE TAX LIABILITY
Tax Year 2006

Income Levels	Number of Returns			Total Tax Liability (Thousands)	Average Tax Liability					
	Total	Non-Taxable	Taxable		Under \$1,000	\$1,000 Under \$2,000	\$2,000 Under \$6,000	\$6,000 and Over		
I: Adjusted Gross Income (AGI)										
Under \$ 50,000	9,154,344	5,237,433	3,916,911	\$ 1,735,639	3,342,605	550,518	23,708	79		
50,000 to 100,000	3,124,860	320,391	2,804,468	5,485,178	862,025	723,945	1,192,165	26,333		
100,000 to 200,000	1,521,739	13,420	1,508,319	8,632,070	34,683	76,451	764,550	632,635		
200,000 and over	581,731	1,817	579,914	29,863,019	1,194	911	5,239	572,571		
Total	14,382,675	5,573,062	8,809,613	\$ 45,715,906	\$ 4,240,507	\$ 1,351,825	\$ 1,985,662	\$ 1,231,619		
II: AGI Plus Tax Preference Income ¹										
Under \$ 50,000	9,154,311	5,237,401	3,916,910	\$ 1,735,758	3,342,605	550,516	23,712	77		
50,000 to 100,000	3,125,039	320,644	2,804,395	5,483,858	862,035	723,945	1,192,163	26,252		
100,000 to 200,000	1,521,517	13,207	1,508,310	8,632,181	34,673	76,453	764,549	632,636		
200,000 and over	581,807	1,810	579,997	29,864,109	1,194	911	5,239	572,654		
Total	14,382,675	5,573,062	8,809,613	\$ 45,715,906	\$ 4,240,507	\$ 1,351,825	\$ 1,985,662	\$ 1,231,619		
III: AGI Less Investment Interest ²										
Under \$ 50,000	9,156,952	5,239,377	3,917,576	\$ 1,736,257	3,343,252	550,518	23,713	92		
50,000 to 100,000	3,124,841	319,363	2,805,478	5,489,285	861,412	724,735	1,192,896	26,435		
100,000 to 200,000	1,521,839	12,736	1,509,103	8,647,837	34,720	75,789	764,223	634,370		
200,000 and over	579,042	1,586	577,456	29,842,527	1,123	782	4,830	570,722		
Total	14,382,675	5,573,062	8,809,613	\$ 45,715,906	\$ 4,240,507	\$ 1,351,825	\$ 1,985,662	\$ 1,231,619		
IV: Expanded Income ³										
Under \$ 50,000	9,156,921	5,239,348	3,917,573	\$ 1,736,368	3,343,252	550,516	23,714	90		
50,000 to 100,000	3,125,022	319,615	2,805,407	5,487,972	861,422	724,735	1,192,896	26,354		
100,000 to 200,000	1,521,617	12,518	1,509,098	8,647,880	34,710	75,791	764,233	634,364		
200,000 and over	579,116	1,581	577,535	29,843,686	1,123	782	4,820	570,810		
Total	14,382,675	5,573,062	8,809,613	\$ 45,715,906	\$ 4,240,507	\$ 1,351,825	\$ 1,985,662	\$ 1,231,619		

¹ Tax preference income is reported on Form FTB Schedule P and includes: excluded portion of capital gains, accelerated depreciation in excess of straight line, excess depletion, and several other statutory amounts.

² Interest paid on borrowed money used for capital investments other than mortgages.

³ Expanded income is adjusted gross income plus tax preference income less investment expenses.